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The Government filed a Motion for Default Judgment against Anchor on March 7, 2007. The regulations provide that if a Respondent fails to file an Answer within 30 days of receiving the Complaint, the Administrative Law Judge may issue a Default Judgment. 24 C.F.R. § 26.39(b). The default shall constitute an admission of all facts alleged in the Government's Complaint and a waiver of Respondent's right to a hearing in the matter. 24 C.F.R. § 26.39(c). The default judgment shall constitute the final agency action. *Id.*

FINDINGS OF FACT

All facts alleged in the Government's Complaint dated October 12, 2006, are hereby found to be admitted by Respondent Anchor Mortgage Corporation.

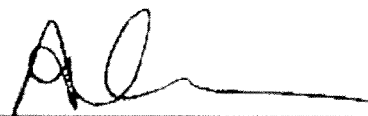
CONSLUSION OF LAW AND DECISION

The Complaint demonstrates a knowing and material violation of HUD rules and regulations and it provides a cause of action under the Program Fraud Civil Remedies Act, 31 U.S.C. §§ 3801 – 3812 and the applicable regulations and 24 C.F.R. Part 28. Respondent Anchor Mortgage Corporation has failed to file any Answer to the Complaint in the more than four months since it was served on Anchor. A default judgment against Anchor is therefore clearly warranted.

Accordingly, Respondent Anchor Mortgage Corporation shall pay to the Secretary of the U.S. Department of Housing and Urban Development a Civil Penalty and Assessment totaling \$152,969.17.

This Decision is the final agency action.

So **ORDERED**, this 10th day of April, 2007.



ARTHUR A. LIBERTY
Chief Administrative Law Judge